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To: Microsoft ATR
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Subject: Problems with the Microsoft Settlement

I am extremely concerned about the proposed settlement with Microsoft.

Microsoft for a long time has been able to use their monopoly power to keep other products off the market. This has allowed them to overcharge for both their operating system and office suite.

The settlement does nothing to punish this past behavior. Instead it rewards Microsoft by letting it keep all the money it stole from consumers through overcharging.

The other problem is that it does not prohibit future problems. There is nothing to prevent Microsoft from using its monopoly in operating systems from using that monopoly to leverage itself into the E-commerce market. Microsoft has long wanted to place a "Microsoft Tax" on every web based transaction and this settlement will let them go ahead. If the settlement stands I can easily see a day when Microsoft forces everyone who uses Windows to use Microsoft Passport (or some other Microsoft technology) when buying on line.

Finally, the settlement forces Microsoft to expose its API's so that other people can write applications for the Microsoft Operating system. However, Microsoft has added a clause that excludes Open Source Projects. Since these are the principal competition for Microsoft's products I find that provision extremely troubling.

What Microsoft has done is said it will let anyone who wants to get a copy of the API's except for anyone who might be really able to use it. Is that a settlement or a gift to Microsoft?

In short this settlement gives almost everything to Microsoft that Microsoft wanted. What we need is a settlement that contains real penalties and provides for solutions that foster real competition.

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